

## General Information

Year: 2007

1	Legal Name of Respondent: Central Montana Communications, Inc.	RECEIVED BY 2008 APR 23 A 9:46 PUBLIC SERVICE COMMISSION
2	Name Under Which Respondent Does Business: Central Montana Communications, Inc.	
3	Date of Incorporation: 7/1/1993	
4	Address to send Correspondence Concerning Report: PO Box 751 Havre, MT 59501	
5	Person Responsible for This Report: Mark Majeres	
5a.	Telephone Number: (406) 394-2000	
Control Over Respondent		
1	If direct control over the respondent was held by another entity at the end of year provide the following:	
	1a. Name and address of the controlling organization or person: Triangle Telephone Cooperative Association, Inc., PO Box 1220, Havre, MT 59501-1220	
	1b. Means by which control was held: Stock Ownership	
	1c. Percent Ownership: 100%	

Board of Directors		
Line No.	Name of Director and Address (City, State) (a)	Fees Paid During Year (b)
1	Verlin Reichelt, Big Sandy, MT 59520	4104
2	Richard Stuker, Chinook, MT 59523	4247
3	Thomas Bangs, Inverness, MT 59530	4111
4	Richard Pokorny, Big Sandy, MT 59520	4432
5	Paul VanCleve, Big Timber, MT 59011	3867
6	Douglas Lowry, Big Timber, MT 59011	3975
7	Donald Bitz, Box Elder, MT 59521	3996
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18	<b>Chairman of the Board:</b>	
19	Richard Stuker	
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**Officers**

Year: 2007

Line No.	Title of Officer (a)	Department Over Which Jurisdiction is Exercised (b)	Name and Address of Person Holding Office at Year End (c)
1	President		Richard Stuker, Chinook, MT 59523
2	Vice President		Richard Pokorny, Big Sandy, MT 59520
3	Secretary/Treasurer		Paul Van Cleve, Big Timber, MT 59011
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## Total Company Balance Sheet

Year: 2007

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		<b>CURRENT ASSETS:</b>		
2	1120	Cash and Equivalents	9,199,958	2,836,077
3	1180	Telecommunications Accounts Receivable - Net	924,327	824,595
4	1190	Other Accounts Receivable - Net	817,846	822,807
5	1200	Notes Receivable - Net		
6	1210	Interest and Dividends Receivable	29,060	29,502
7	1220	Materials and Supplies	1,328	
8	* 1280	Prepayments	23,168	13,637
9	^ 1290	Prepaid Rents		
10	^ 1300	Prepaid Taxes		
11	^ 1310	Prepaid Insurance		
12	^ 1320	Prepaid Directory Expenses		
13	^ 1330	Other Prepayments	23,168	13,637
14	1350	Other Current Assets		
15		<b>Total Current Assets</b>	10,995,687	4,526,618
16		<b>NONCURRENT ASSETS:</b>		
17	1401	Investments in Affiliated Companies	19,401	16,378
18	1402	Investments in Nonaffiliated Companies	7,528,555	8,276,779
19	1406	Nonregulated Investments	710	1,214
20	1407	Unamortized Debt Issuance Expense		
21	1408	Sinking Funds		
22	1410	Other Noncurrent Assets		
23	1438	Deferred Maintenance and Retirements		
24	1439	Deferred Charges		
25	1500	Other Jurisdictional Assets - Net		
26		<b>Total Noncurrent Assets</b>	7,548,666	8,294,371
27		<b>PROPERTY, PLANT, &amp; EQUIPMENT:</b>		
28	2001	Telecommunications Plant in Service	60,836,804	53,658,051
29	2002	Property Held for Future Telecommunications Use		
30	2003	Plant Under Construction - Short Term	1,487,266	7,254,145
31	2004	Plant Under Construction - Long Term	611,716	952,633
32	2005	Telecommunications Plant Adjustment	2,656,541	2,656,541
33	2006	Nonoperating Plant		
34	2007	Goodwill	10,288,260	10,288,260
35	3100	Accumulated Depreciation	(27,370,245)	(27,071,603)
36	3200	Accumulated Depreciation - Held for Future Use		
37	3300	Accumulated Depreciation - Nonoperating		
38	3400	Accumulated Amortization	(11,816,308)	(10,942,636)
39		<b>Net Property, Plant, &amp; Equipment</b>	36,694,034	36,795,391
40		<b>TOTAL ASSETS</b>	55,238,387	49,616,380

^ Subaccount of account marked with a \*.

**Total Company Balance Sheet**

Year: 2007

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
41		<b>CURRENT LIABILITIES:</b>		
42	4010	Accounts Payable	794,518	1,215,513
43	4020	Notes Payable		
44	4030	Advance Billing and Payments	376,453	348,469
45	4040	Customer Deposits	64,579	61,283
46	4050	Current Maturities - Long Term Debt	2,240,000	2,161,000
47	4060	Current Maturities - Capital Leases		
48	4070	Income Taxes - Accrued	3,948,670	3,632,120
49	4080	Other Taxes - Accrued	413,313	401,805
50	4100	Net Current Deferred Operating Income Taxes		
51	4110	Net Current Deferred Nonoperating Income Taxes		
52	4120	Other Accrued Liabilities	266,246	302,765
53	4130	Other Current Liabilities		
54		<b>Total Current Liabilities</b>	8,103,779	8,122,955
55		<b>LONG-TERM DEBT:</b>		
56	4210	Funded Debt		
57	4220	Premium on Long-Term Debt		
58	4230	Discount on Long-Term Debt		
59	4240	Reacquired Debt		
60	4250	Obligations Under Capital leases		
61	4260	Advances From Affiliated Companies		
62	4270	Other Long-Term Debt	24,582,064	20,860,594
63		<b>Total Long-Term Debt</b>	24,582,064	20,860,594
64		<b>OTHER LIABILITIES AND DEFERRED CREDITS:</b>		
65	4310	Other Long-Term Liabilities		
66	4320	Unamort. Oper. Invest. Tax Credits - Net		
67	4330	Unamort. Nonoper. Invest. Tax Credits - Net		
68	4340	Net Noncurrent Deferred Oper. Income Taxes		
69	4350	Net Noncurrent Deferred Nonoper. Income Taxes		
70	4360	Other Deferred Credits		
71	4370	Other Jurisdictional Liab. and Def. Credits		
72		<b>Total Other Liabilities and Deferred Credits</b>		
73		<b>STOCKHOLDERS' EQUITY:</b>		
74	4510	Capital Stock		
75	4520	Additional Paid-In Capital	6,390,000	6,390,000
76	4530	Treasury Stock		
77	4540	Other Capital		
78	4550	Retained Earnings	16,162,544	14,242,831
79		<b>Total Stockholders' Equity</b>	22,552,544	20,632,831
80		<b>TOTAL LIAB. AND STOCKHOLDERS' EQUITY</b>	55,238,387	49,616,380

**Total Company Income Statement**

Year: 2007

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		<b>REVENUES:</b>		
2	5000	Basic Local Service Revenues	3,750,254	3,600,253
3	5080	Network Access Revenues	8,973,951	8,390,687
4	* 5100	Long Distance Message Revenue	(30)	
5	^ 5110	Unidirectional Long Distance Revenue		
6	^ 5120	Long Distance Private Network Revenue		
7	^ 5160	Other Long Distance Revenue	(30)	
8	^ 5169	Other Long Distance Revenue Settlements		
9	* 5200	Miscellaneous Revenue	241,359	215,567
10	^ 5230	Directory Revenue	51,795	47,003
11	^ 5240	Rent Revenue	50,933	43,737
12	^ 5250	Corporate Operations Revenue		
13	^ 5260	Miscellaneous Revenue	1,618	2,170
14	^ 5270	Carrier Billing and Collection Revenue	137,013	122,657
15	^ 5280	Nonregulated Revenue		
16	5300	Uncollectible Revenue	48,076	2,261
17		<b>Total Revenues (L.2+L.3+L.4+L.9-L.16)</b>	12,917,458	12,204,246
18		<b>OPERATING EXPENSES:</b>		
19	6110	Network Support Expense		
20	6120	General Support Expense	428,188	430,637
21	6210	Central Office Switching Expense	140,863	176,865
22	6220	Operator Systems Expense		
23	6230	Central Office Transmission Expense	241,013	156,354
24	6310	Information Origination/Termination Expense		
25	* 6410	Cable and Wire Facilities Expense	536,456	577,692
26	^ 6431	Aerial Wire Expense	120,768	111,513
27	^ 6441	Conduit Systems Expense	415,688	466,179
28	6510	Other Property, Plant & Equipment Expense		
29	6530	Network Operations Expense	615,794	540,323
30	6540	Access Expense	581,163	528,871
31	6560	Depreciation and Amortization Expense	3,884,332	3,759,121
32	6610	Marketing	39,208	32,934
33	6620	Services	1,048,023	1,038,790
34	6710	Executive and Planning	142,778	133,161
35	6720	General and Administrative	796,865	737,737
36	6790	Provision for Uncollectible Notes Receivable		
37		<b>Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)</b>	8,454,683	8,112,485
38	7100	Other Operating Income and Expense	(50)	
39	7200	Operating Taxes	2,078,445	1,852,843
40		<b>Net Operating Income (L.17-L.37+L.38-L.39)</b>	2,384,280	2,238,918
41	7300	Nonoperating Income and Expense	588,307	659,159
42	7400	Nonoperating Taxes	22,171	(20,047)
43	7500	Interest and Related Items	1,015,340	1,288,524
44	7600	Extraordinary Items		
45	7910	Effects of Juris. Ratemaking Diff. - Net		
46	7990	Nonregulated Net Income	15,364	15,646
47		<b>NET INCOME (L.40+L.41-L.42-L.43-L.44+L.45-L.46)</b>	1,919,712	1,613,954

^ Subaccount of the account marked with a \*.

## Montana Total State Income Statement

Year: 2007

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		<b>REVENUES:</b>		
2	5000	Basic Local Service Revenues		
3	5080	Network Access Revenues		
4	* 5100	Long Distance Message Revenue		
5	^ 5110	Unidirectional Long Distance Revenue		
6	^ 5120	Long Distance Private Network Revenue		
7	^ 5160	Other Long Distance Revenue		
8	^ 5169	Other Long Distance Revenue Settlements		
9	* 5200	Miscellaneous Revenue		
10	^ 5230	Directory Revenue		
11	^ 5240	Rent Revenue		
12	^ 5250	Corporate Operations Revenue		
13	^ 5260	Miscellaneous Revenue		
14	^ 5270	Carrier Billing and Collection Revenue		
15	^ 5280	Nonregulated Revenue		
16	5300	Uncollectible Revenue		
17		<b>Total Revenues (L.2+L.3+L.4+L.9-L.16)</b>		
18		<b>OPERATING EXPENSES:</b>		
19	6110	Network Support Expense		
20	6120	General Support Expense		
21	6210	Central Office Switching Expense		
22	6220	Operator Systems Expense		
23	6230	Central Office Transmission Expense		
24	6310	Information Origination/Termination Expense		
25	* 6410	Cable and Wire Facilities Expense		
26	^ 6431	Aerial Wire Expense		
27	^ 6441	Conduit Systems Expense		
28	6510	Other Property, Plant & Equipment Expense		
29	6530	Network Operations Expense		
30	6540	Access Expense		
31	6560	Depreciation and Amortization Expense		
32	6610	Marketing		
33	6620	Services		
34	6710	Executive and Planning		
35	6720	General and Administrative		
36	6790	Provision for Uncollectible Notes Receivable		
37		<b>Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)</b>		
38	7100	Other Operating Income and Expense		
39	7200	Operating Taxes		
40		<b>Net Operating Income (L.17-L.37+L.38-L.39)</b>		

^ Subaccount of the account marked with a \*.

## Montana Intrastate Income Statement

Year: 2007

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		<b>REVENUES:</b>		
2	5000	Basic Local Service Revenues	3,750,254	3,600,253
3	5080	Network Access Revenues	1,678,261	1,675,771
4	* 5100	Long Distance Message Revenue		
5	^ 5110	Unidirectional Long Distance Revenue		
6	^ 5120	Long Distance Private Network Revenue		
7	^ 5160	Other Long Distance Revenue		
8	^ 5169	Other Long Distance Revenue Settlements		
9	* 5200	Miscellaneous Revenue	241,360	236,320
10	^ 5230	Directory Revenue	51,795	47,003
11	^ 5240	Rent Revenue	50,933	43,737
12	^ 5250	Corporate Operations Revenue		
13	^ 5260	Miscellaneous Revenue	1,618	2,170
14	^ 5270	Carrier Billing and Collection Revenue	137,014	143,410
15	^ 5280	Nonregulated Revenue		
16	5300	Uncollectible Revenue	48,076	2,261
17		<b>Total Revenues (L.2+L.3+L.4+L.9-L.16)</b>	5,621,799	5,510,083
18		<b>OPERATING EXPENSES:</b>		
19	6110	Network Support Expense		
20	6120	General Support Expense	186,351	194,428
21	6210	Central Office Switching Expense	61,305	79,853
22	6220	Operator Systems Expense		
23	6230	Central Office Transmission Expense	104,891	70,592
24	6310	Information Origination/Termination Expense		
25	* 6410	Cable and Wire Facilities Expense	233,470	260,822
26	^ 6431	Aerial Wire Expense	52,559	50,347
27	^ 6441	Conduit Systems Expense	180,911	210,475
28	6510	Other Property, Plant & Equipment Expense		
29	6530	Network Operations Expense	267,999	243,950
30	6540	Access Expense	252,928	238,779
31	6560	Depreciation and Amortization Expense	1,690,498	1,697,202
32	6610	Marketing	17,064	14,869
33	6620	Services	456,109	469,002
34	6710	Executive and Planning	62,138	60,121
35	6720	General and Administrative	346,803	333,080
36	6790	Provision for Uncollectible Notes Receivable		
37		<b>Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)</b>	3,679,556	3,662,698
38	7100	Other Operating Income and Expense	(22)	
39	7200	Operating Taxes	904,559	836,538
40		<b>Net Operating Income (L.17-L.37+L.38-L.39)</b>	1,037,662	1,010,847

^ Subaccount of the account marked with a \*.

**Montana Intrastate Regulated Income Statement**

Year: 2007

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		<b>REVENUES:</b>		
2	5000	Basic Local Service Revenues	3,750,254	3,600,253
3	5080	Network Access Revenues	1,245,939	1,247,414
4	* 5100	Long Distance Message Revenue		
5	^ 5110	Unidirectional Long Distance Revenue		
6	^ 5120	Long Distance Private Network Revenue		
7	^ 5160	Other Long Distance Revenue		
8	^ 5169	Other Long Distance Revenue Settlements		
9	* 5200	Miscellaneous Revenue		
10	^ 5230	Directory Revenue		
11	^ 5240	Rent Revenue		
12	^ 5250	Corporate Operations Revenue		
13	^ 5260	Miscellaneous Revenue		
14	^ 5270	Carrier Billing and Collection Revenue		
15	^ 5280	Nonregulated Revenue		
16	5300	Uncollectible Revenue		
17		<b>Total Revenues (L.2+L.3+L.4+L.9-L.16)</b>	4,996,193	4,847,667
18		<b>OPERATING EXPENSES:</b>		
19	6110	Network Support Expense		
20	6120	General Support Expense	165,614	171,054
21	6210	Central Office Switching Expense	54,483	70,253
22	6220	Operator Systems Expense		
23	6230	Central Office Transmission Expense	93,219	62,106
24	6310	Information Origination/Termination Expense		
25	* 6410	Cable and Wire Facilities Expense	207,489	229,466
26	^ 6431	Aerial Wire Expense	46,710	44,294
27	^ 6441	Conduit Systems Expense	160,779	185,172
28	6510	Other Property, Plant & Equipment Expense		
29	6530	Network Operations Expense	238,176	214,623
30	6540	Access Expense	224,781	210,074
31	6560	Depreciation and Amortization Expense	1,502,375	1,493,166
32	6610	Marketing	15,165	13,082
33	6620	Services	405,353	412,619
34	6710	Executive and Planning	55,223	52,893
35	6720	General and Administrative	308,210	293,038
36	6790	Provision for Uncollectible Notes Receivable		
37		<b>Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)</b>	3,270,088	3,222,374
38	7100	Other Operating Income and Expense	(19)	
39	7200	Operating Taxes	803,898	735,971
40		<b>Net Operating Income (L.17-L.37+L.38-L.39)</b>	922,188	889,322

^ Subaccount of the account marked with a \*.



**Average Rate Base - Total State**

Year: 2007

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	60836804	53658051
2	3100	Accumulated Depreciation	27370245	27071603
3	2002	Property Held for Future Telecommunications Use		
4	3200	Accumulated Depreciation - 2002		
5	1220	Materials and Supplies		
6	4340	Noncurrent Deferred Operating Income Taxes		
7		Pre-1971 Unamortized Investment Tax Credits		
8		Cash Working Capital (if allowed by Commission)		
9		<b>Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+L.8)</b>	33466559	26586448

**Average Rate Base - Intrastate**

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	60836804	53658051
2	3100	Accumulated Depreciation	27370245	27071603
3	2002	Property Held for Future Telecommunications Use		
4	3200	Accumulated Depreciation - 2002		
5	1220	Materials and Supplies		
6	4340	Noncurrent Deferred Operating Income Taxes		
7		Pre-1971 Unamortized Investment Tax Credits		
8		Cash Working Capital (if allowed by Commission)		
9		<b>Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+L.8)</b>	33466559	26586448

**Average Rate Base - Regulated Intrastate**

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	60836804	53658051
2	3100	Accumulated Depreciation	27370245	27071603
3	2002	Property Held for Future Telecommunications Use		
4	3200	Accumulated Depreciation - 2002		
5	1220	Materials and Supplies		
6	4340	Noncurrent Deferred Operating Income Taxes		
7		Pre-1971 Unamortized Investment Tax Credits		
8		Cash Working Capital (if allowed by Commission)		
9		<b>Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+L.8)</b>	33466559	26586448

Statement of Cash Flows			Year: 2007
Line No.	Item Description (a)	Amount (b)	Amount (c)
1	<b>Increase/(decrease) in Cash &amp; Cash Equivalents</b>		
2	<b>Cash Flows from Operating Activities:</b>		
3	Net Income		1919712
4	Reconciliation Adjustments:		
5	Depreciation & Amortization	3884332	
6	Provision for Accounts Receivable Losses		
7	Deferred Income Taxes - Net		
8	Unamortized Investment Tax Credits (ITCs) - Net		
9	Allowance for Funds Used During Construction (AFUDC)		
10	Change in Operating Receivables - Net	-94328	
11	Change in Materials, Supplies & Inventories - Net	-1328	
12	Change in Operating Payables & Accrued Liabilities - Net	-389716	
13	Change in Other Assets & Deferred Credits - Net	-9530	
14	Change in Other Liabilities & Deferred Credits - Net		
15	Other (explained on back of this page)	291541	
16	Total Adjustments		3680971
17	<b>Net Cash Provided by/(Used in) Operating Activities</b>		5600683
18	<b>Cash Inflows/Outflows From Investing Activities:</b>		
19	Construction/Acquisition of Property, Plant & Equipment (net of		
20	AFUDC & Capital Lease Related Acquisitions)	-3782976	
21	Proceeds from Disposals of Property, Plant & Equipment		
22	Investments In & Advances to Affiliates		
23	Proceeds from Repayment of Advances		
24	Other Investing Activities (explained on back of this page)	745704	
25	<b>Net Cash Provided by/(Used in) Investing Activities</b>		-3037272
26	<b>Cash Flows from Financing Activities:</b>		
27	Net Incr./(Decr.) in Short-Term Debt, Original maturity <= 3 mo.		
28	Advances from Affiliates		
29	Repayment of Advances from Affiliates		
30	Proceeds from Issuances of Long-Term Debt	5901262	
31	Repayment of Long-Term Debt	-1674326	
32	Payment of Capital Lease Obligations		
33	Proceeds from Issuing Common Stock/Parent Co. Equity Investment		
34	Repurchase of Treasury Shares		
35	Dividends Paid		
36	Other Financing Activities (explained on back of this page)	-426466	
37	<b>Net Cash Provided by Financing Activities</b>		3800470
38	<b>Effect of Exchange Rate Changes on Cash</b>		
39	<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>		6363881
40	<b>Cash &amp; Cash Equivalents at Beginning of Period</b>		2836077
41	<b>Cash &amp; Cash Equivalents at End of Period</b>		9199958

**Statement of Cash Flows**

Year: 2007

Line 15.	Other Operating Activities	
	Accrued Income Tax	316,550.00
	Other Taxes Accrued	11,509.00
	Other Accrued Liabilities	-36,518.00
		<u>291,541.00</u>
Line 24.	Other Investing Activities	
	Fergus Electric Cooperative Capital Credits	-2,992.00
	Mid Rivers Communication	-221.00
	National Information Solutions Cooperative	-21,636.00
	Mountain View Cooperative	33.00
	Triangle Telephone Cooperative Capital Credits	-3,023.00
	Rural Telephone Finance Cooperative Capital Credits	73,253.00
	Bonds	699,786.00
	Nonregulated Investment in Other Terminal Equipment	504.00
		<u>745,704.00</u>
Line 36.	Other Financing Activities	
	REA Notes	-426,466.00

## Receivables and Investments-Affiliated &amp; Nonaffiliated Companies

r: 2007

Line No.	Name of Affiliate or Company (a)	Account 1160 Temporary Investments (b)	Account 1180 Telecom. Accounts Receivable (c)	Account 1181 Accts. Rec. Telecom. Allowance (d)	Account 1190 Other Accounts Receivable (e)	Account 1191 Accounts Receivable Allow. - Other (f)	Account 1200 Notes Receivable (g)	Account 1201 Notes Receivable Allowance (h)	Account 1210 Interest and Dividends Receivable (i)	Account 1401 Investments in Affil. Companies (j)	Account 1402 Investments in Nonaffil. Companies (k)
1	NRUCFC	9050000	931353	7026	2345					19401	
2	Subscriber Receivables				40313						
3	Reg and NonReg Sales				498954						
4	AT&T				1465						
5	NECA				178398						
6	NCRPC				69799						
7	MILEC				-9752						
8	Other Inter-Exc Carriers				46912						
9	Triangle Comm System				-267						
10	USAC E-Rate										
11	Accts Rec Other - Unpaid					-675					
13	Accts Rec Other - Uncoll					7380					
14	Accts Rec Other - Intra					16881					
15	Accts Rec Other - Inter					-33907					
16	Accts Rec Other - Pool										
17	Accts Rec Other - Pool										
18	Invest In Triangle Tele										
19	RTFC										
20	Electric Cooperatives										
21	NISC										
22	Farmers Union - GF										
23	Farmers Union - Moore										
24	Mountain View Coop										
25	Bonds										
26	NECA										
27	Mid Rivers Comm										
28											
29											
30		9050000	931353	7026	828167	-10321				19401	7528555

Company Name: Central Montana Communications, Inc.

SCHEDULE 11

Net Plant in Service - Detail

Year: 2007

Line No.	Account	Description	Beginning of Year Balance	Additions	Retirements	Sales & Transfers	End of Year Account 2001 Balance	Year End Accumulated Depreciation	End of Year Net Plant Balance
1	2110	Land and Support Assets	3677524	272922	149729		3800717		3800717
2	2111	Land	73542				73542		73542
3	2112	Motor Vehicles	1349516	199221	149729		1399008	637100	761908
4	2113	Aircraft							
5	2114	Special Purpose Vehicles	334465				334465	115587	218878
6	2115	Garage Work Equipment							
7	2116	Other Work Equipment	80411	9505			89916	30518	59398
8	2121	Buildings	1839590	64196			1903786	873894	1029892
9	2122	Furniture							
10	2123	Office Equipment							
11	2124	General Purpose Computers							
12	2211	Analog Electronic Switching							
13	2212	Digital Electronic Switching	4315743	177817	139548		4354012	2520764	1833248
14	2215	Electro-Mechanical Switching							
15	2220	Operator Systems							
16	2231	Radio Systems							
17	2232	Circuit Equipment	9672935	2349423	646030		11376328	6779516	4596812
18	2310	Information Orig & Term Equip	24856				24856	24856	
19	2311	Station Apparatus							
20	2321	Customer Premises Wiring							
21	2341	Large Private Branch Exchanges							
22	2351	Public Telephone Term. Equip.							
23	2362	Other Terminal Equipment	24856				24856	24856	
24	2411	Poles	313254	10793	3390		320657	275454	45203
25	2420	Cable and Wire Facilities	35548227	7390806	2080811		40858222	50329839	-9471617
26	2421	Aerial Cable	1866054	74140	118160		1822034	855488	966546
27	2422	Underground Cable	734588	99190	3667		830111	395323	434788
28	2423	Buried Cable	32947585	7217476	1958984		38206077	14773605	23432472
29	2424	Submarine Cable							
30	2425	Deep Sea Cable							
31	2426	Intrabuilding Network Cable							
32	2431	Aerial Wire	102184		3499		98685	98685	
33	2441	Conduit Systems	3327				3327	1975	1352
34		Totals	53658050	10201761	3023007		60836804	27382765	33454039

^ Subaccount of the account marked with a \*.

Analysis of Plant Held for Future Use

Year: 2007

Line No.	Location and Description of Property (a)	Date Included in Account 2002 (b)	Book Cost of Property at Beginning of Year (c)	Additions During the Year (d)	Retirements During the Year (e)	Transfers and Adjustments Charges and (Credits) (f)	Book Cost of Property at End of Year (g)
1	Not Applicable						
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
26							
27							
28							
29							
30	Totals	(Sum L.1 to L.29)					

Company Name: Central Montana Communications, Inc.

**SCHEDULE 13**

**Average Cost of Long Term Debt**

**Year: 2007**

Line No.	Description (a)	Issue Date (b)	Maturity Date (c)	Principal Amount (d)	Gross Proceeds (e)	Net Proceeds (f)	Net Per \$100 (g)	Outstanding Per Balance Sheet (h)	Yield to Maturity (i)	Annual Net Cost (j)	Amortization of Premium or Discount (k)	Total Cost (%) (l)
1	Not Applicable											
2												
3												
4												
5												
6												
7												
8												
9												
10												
11												
12												
13												
14												
15												
16												
17												
18												
19												
20												
21												
22												
23												
24												
25												
26												
27												
28												
29												
30	Total											

Cost of Preferred Stock

Year: 2007

Line No.	Description (a)	Date of Issuance (b)	Method of Offering (c)	Call Redemption Price (d)	Par Value Of Issue (e)	Gross Proceeds Amounts (f)	Net Proceeds Amounts (g)	Net Proceeds Per \$100 (h)	Cost of Money (i)	Principal Outstanding (j)	Annual Cost (k)	Embedded Cost (l)
1	Not Applicable											
2												
3												
4												
5												
6												
7												
8												
9												
10												
11												
12												
13												
14												
15												
16												
17												
18												
19												
20												
21												
22												
23												
24												
25												
26												
27												
28												
29												
30	Totals	(Sum L.1 to L.29)										



Analysis of Common Stock

Year: 2007

Line No.	(a)	Avg. Number of Shares Outstanding (b)	Book Value (per share) (c)	Earnings (per share) (d)	Dividends (per share) (e)	Retention Ratio (f)	Market Price High (g) Low (h)	Price/Earnings Ratio (i)
1	Year Ended December 31:	Not Applicable						
2								
3								
4								
5								
6								
7								
8	Month by Month Data:							
9	January							
10	February							
11	March							
12	April							
13	May							
14	June							
15	July							
16	August							
17	September							
18	October							
19	November							
20	December							
21								
22								
23								

Company Name: Central Montana Communications, Inc.

SCHEDULE 16

Capital Stock and Funded Debt Reacquired or Retired During the Year

Year: 2007

Line No.	Description of Security (a)	Call or Retirement Date (b)	Number of Shares (c)	Principal Amount (d)	Reacquisition or Retirement Cost (e)	Gain or Loss (f)	Retirement or Reacquisition (g)
1	Not Applicable						
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
26							
27							
28							
29							
30	Totals (Sum L.1 to L.29)						

Company Name: Central Montana Communications, Inc.

SCHEDULE 17  
Page 1 of 2  
Year: 2007

Total Company Expense Matrix

Line No.	Acct. No. (a)	Description (b)	Salaries and Wages (c)	Benefits (d)	Rents (e)	Other Expenses (f)	Clearances (g)	Total (h)
1	*	6110 Network Support Expense	35791	24399	40080	222872	-323142	
2	^	6112 Motor Vehicle Expense	31530	21481	40080	212262	-305353	
3	^	6113 Aircraft Expense						
4	^	6114 Special Purpose Vehicles Expense	4261	2918		10610	-17789	
5	^	6115 Garage Work Equipment Expense						
6	^	6116 Other Work Equipment Expense						
7	*	6120 General Support Expense	64155	36981	221016	94151	11884	428187
8	^	6121 Land and Building Expense	55984	30825	179165	77237	11884	355095
9	^	6122 Furniture and Artworks Expense						
10	^	6123 Office Equipment Expense			41851	5424		47275
11	^	6124 General Purpose Computers Expense	8171	6156		11490		25817
12	*	6210 Central Office Switching Expense	55593	33127		31910	20232	140862
13	^	6211 Analog Electronic Expense						
14	^	6212 Digital Electronic Expense	55593	33127		31910	20232	140862
15	^	6215 Electro-Mechanical Expense						
16	*	6220 Operator Systems Expense						
17	*	6230 Central Office Transmission Expense	104304	61736		39521	35453	241014
18	^	6231 Radio Systems Expense						
19	^	6232 Circuit Equipment Expense	104304	61736		39521	35453	241014
20	*	6310 Information Origination/Termination Expense						
21	^	6311 Station Apparatus Expense						
22	^	6341 Large Private Branch Exchange Expense						
23	^	6351 Public Telephone Terminal Equipment Exp.						
24	^	6362 Other Terminal Equipment Expense						
25	*	6410 Cable and Wire Facilities Expense	222976	127006	19620	83818	83037	536457
26	^	6411 Poles Expense	648	352	19620	110	204	20934
27	^	6421 Aerial Cable Expense	58121	33571		9300	19777	120769
28	^	6422 Underground Cable Expense	547	350			406	1303
29	^	6423 Buried Cable Expense	163660	92733		74408	62650	393451
30	^	6424 Submarine Cable Expense						
31	^	6425 Deep Sea Cable Expense						
32	^	6426 Intrabuilding Network Cable Expense						
33	^	6431 Aerial Wire Expense						
34		Subtotals	482,819	283,249	280,716	472,272	(172,536)	1346520

^ Subaccount of the account marked with a \*.

## Total Company Expense Matrix

Year: 2007

Line No.	Acct. No. (a)	Description (b)	Salaries and Wages (c)	Benefits (d)	Rents (e)	Other Expenses (f)	Clearances (g)	Total (h)
35	^	Conduit Systems Expense						
36	6510	Other Property Expenses						
37	*	Network Operations Expense	273156	167862	14520	224754	-64497	615795
38	^	Power Expense	113738	67205	12192	101483	19816	101483
39	^	Network Administration Expense	9933	6306		106131	4706	319082
40	^	Testing Expense	76619	46144	2328	1082	-89019	22027
41	^	Plant Operations Expense	72866	48207		9134		45206
42	^	Engineering Expense				6924		127997
43	6540	Access Expense				581163		581163
44	6561	Depreciation - Telecomm. Plant in Service				3010660		3010660
45	6562	Depreciation-Prop. for Future Telecom. Use						
46	6563	Amortization Expense - Tangible						
47	6564	Amortization Expense - Intangible						
48	6565	Amortization - Other				873672		873672
49	*	Marketing	12076	7809		19324		39209
50	^	Product Management						
51	^	Sales	4675	3019		15993		23687
52	^	Product Advertising	7401	4790		3331		15522
53	^	Call Completion Services	12950	9784		547		23281
54	6622	Number Services	4194	3260		80079		87533
55	6623	Customer Services	260399	185474	21384	469952		937209
56	6711	Executive	60882	34488		46229		141599
57	6712	Planning	643	460		75		1178
58	6721	Accounting and Finance	99828	69030	14232	96381		279471
59	6722	External Relations	30918	22405	3024	92436		148783
60	6723	Human Relations	17536	9236		20231		47003
61	6724	Information Management	20224	12737		21105		54066
62	6725	Legal				5438		5438
63	6726	Procurement						
64	6727	Research and Development						
65	6728	Other General and Administrative	46024	39374	7500	169205		262103
66	6790	Provision for Uncollectible Notes Receivable						
67		Totals	1,321,649	845,168	341,376	6,183,523	(237,033)	8,454,683

^ Subaccount of the account marked with a \*.

Total State Expense Matrix

Line No.	Acct. No. (a)	Description (b)	Salaries and Wages (c)	Benefits (d)	Rents (e)	Other Expenses (f)	Clearances (g)	Total (h)
1	*	6110 Network Support Expense	Not Applicable					
2	^	6112 Motor Vehicle Expense						
3	^	6113 Aircraft Expense						
4	^	6114 Special Purpose Vehicles Expense						
5	^	6115 Garage Work Equipment Expense						
6	^	6116 Other Work Equipment Expense						
7	*	6120 General Support Expense						
8	^	6121 Land and Building Expense						
9	^	6122 Furniture and Artworks Expense						
10	^	6123 Office Equipment Expense						
11	^	6124 General Purpose Computers Expense						
12	*	6210 Central Office Switching Expense						
13	^	6211 Analog Electronic Expense	#VALUE!					#VALUE!
14	^	6212 Digital Electronic Expense						
15	^	6215 Electro-Mechanical Expense						
16		6220 Operator Systems Expense						
17	*	6230 Central Office Transmission Expense						
18	^	6231 Radio Systems Expense						
19	^	6232 Circuit Equipment Expense						
20	*	6310 Information Origination/Termination Expense						
21	^	6311 Station Apparatus Expense						
22	^	6341 Large Private Branch Exchange Expense						
23	^	6351 Public Telephone Terminal Equipment Exp.						
24	^	6362 Other Terminal Equipment Expense						
25	*	6410 Cable and Wire Facilities Expense	#VALUE!					#VALUE!
26	^	6411 Poles Expense						
27	^	6421 Aerial Cable Expense						
28	^	6422 Underground Cable Expense						
29	^	6423 Buried Cable Expense						
30	^	6424 Submarine Cable Expense						
31	^	6425 Deep Sea Cable Expense						
32	^	6426 Intrabuilding Network Cable Expense						
33	^	6431 Aerial Wire Expense						
34		Subtotals	#VALUE!					#VALUE!

Company Name: Central Montana Communications, Inc.

**Total State Expense Matrix**

**Year: 2007**

Line No.	Acct. No. (a)	Description (b)	Salaries and Wages (c)	Benefits (d)	Rents (e)	Other Expenses (f)	Clearances (g)	Total (h)
35	^	6441 Conduit Systems Expense	Not Applicable					
36		6510 Other Property Expenses						
37	*	6530 Network Operations Expense						
38	^	6531 Power Expense						
39	^	6532 Network Administration Expense						
40	^	6533 Testing Expense						
41	^	6534 Plant Operations Expense						
42	^	6535 Engineering Expense						
43		6540 Access Expense						
44		6561 Depreciation - Telecomm. Plant in Service						
45		6562 Depreciation-Prop. for Future Telecom. Use						
46		6563 Amortization Expense - Tangible						
47		6564 Amortization Expense - Intangible						
48		6565 Amortization - Other						
49	*	6610 Marketing						
50	^	6611 Product Management						
51	^	6612 Sales						
52	^	6613 Product Advertising						
53		6621 Call Completion Services						
54		6622 Number Services						
55		6623 Customer Services						
56		6711 Executive						
57		6712 Planning						
58		6721 Accounting and Finance						
59		6722 External Relations						
60		6723 Human Relations						
61		6724 Information Management						
62		6725 Legal						
63		6726 Procurement						
64		6727 Research and Development						
65		6728 Other General and Administrative						
66		6790 Provision for Uncollectible Notes Receivable						
67		<b>Totals</b>	#VALUE!					#VALUE!

^ Subaccount of the account marked with a \*.

**Pension Costs**

Year: 2007

1	Plan Name NTCA Savings Plan			
2	Defined Benefit Plan? _____		Defined Contribution Plan? _____	
3	Actuarial Cost Method? _____		IRS Code: _____	
4	Annual Contribution by Employer: _____\$246,061_____		Is the Plan Over Funded? _____	
5				
	Item	Current Year	Last Year	% Change
6	<b>Change in Benefit Obligation</b>			
7	Benefit obligation at beginning of year			
8	Service cost			
9	Interest Cost			
10	Plan participants' contributions			
11	Amendments			
12	Actuarial Gain			
13	Acquisition			
14	Benefits paid			
15	Benefit obligation at end of year			
16	<b>Change in Plan Assets</b>			
17	Fair value of plan assets at beginning of year			
18	Actual return on plan assets			
19	Acquisition			
20	Employer contribution			
21	Plan participants' contributions			
22	Benefits paid			
23	Fair value of plan assets at end of year			
24	<b>Funded Status</b>			
25	Unrecognized net actuarial loss			
26	Unrecognized prior service cost			
27	Prepaid (accrued) benefit cost			
28				
29	<b>Weighted-average Assumptions as of Year End</b>			
30	Discount rate			
31	Expected return on plan assets			
32	Rate of compensation increase			
33				
34	<b>Components of Net Periodic Benefit Costs</b>			
35	Service cost			
36	Interest cost			
37	Expected return on plan assets			
38	Amortization of prior service cost			
39	Recognized net actuarial loss			
40	Net periodic benefit cost			
41				
42	<b>Montana Intrastate Costs:</b>			
43	Pension Costs			
44	Pension Costs Capitalized			
45	Accumulated Pension Asset (Liability) at Year End			
46	<b>Number of Company Employees:</b>			
47	Covered by the Plan			
48	Not Covered by the Plan			
49	Active			
50	Retired			
51	Deferred Vested Terminated			

**Pension Costs**

Year: 2007

1	Plan Name NTCA Savings Plan			
2	Defined Benefit Plan? _____		Defined Contribution Plan? _____	
3	Actuarial Cost Method? _____		IRS Code: _____	
4	Annual Contribution by Employer: _____ \$40,008 _____		Is the Plan Over Funded? _____	
5				
	Item	Current Year	Last Year	% Change
6	<b>Change in Benefit Obligation</b>			
7	Benefit obligation at beginning of year			
8	Service cost			
9	Interest Cost			
10	Plan participants' contributions			
11	Amendments			
12	Actuarial Gain			
13	Acquisition			
14	Benefits paid			
15	Benefit obligation at end of year			
16	<b>Change in Plan Assets</b>			
17	Fair value of plan assets at beginning of year			
18	Actual return on plan assets			
19	Acquisition			
20	Employer contribution			
21	Plan participants' contributions			
22	Benefits paid			
23	Fair value of plan assets at end of year			
24	<b>Funded Status</b>			
25	Unrecognized net actuarial loss			
26	Unrecognized prior service cost			
27	Prepaid (accrued) benefit cost			
28				
29	<b>Weighted-average Assumptions as of Year End</b>			
30	Discount rate			
31	Expected return on plan assets			
32	Rate of compensation increase			
33				
34	<b>Components of Net Periodic Benefit Costs</b>			
35	Service cost			
36	Interest cost			
37	Expected return on plan assets			
38	Amortization of prior service cost			
39	Recognized net actuarial loss			
40	Net periodic benefit cost			
41				
42	<b>Montana Intrastate Costs:</b>			
43	Pension Costs			
44	Pension Costs Capitalized			
45	Accumulated Pension Asset (Liability) at Year End			
46	<b>Number of Company Employees:</b>			
47	Covered by the Plan			
48	Not Covered by the Plan			
49	Active			
50	Retired			
51	Deferred Vested Terminated			



## Other Post Employment Benefits (OPEBS)

Year: 2007

Item	Current Year	Last Year	% Change
<b>1 Regulatory Treatment:</b>			
2 Commission authorized - most recent			
3 Docket number: _____			
4 Order number: _____			
5 Amount recovered through rates	Not Applicable		#VALUE!
<b>6 Weighted-average Assumptions as of Year End</b>			
7 Discount rate			
8 Expected return on plan assets			
9 Medical Cost Inflation Rate			
10 Actuarial Cost Method			
11 Rate of compensation increase			
<b>12 List each method used to fund OPEBs (ie: VEBA, 401(h)) and if tax advantaged:</b>			
13			
14			
<b>15 Describe any Changes to the Benefit Plan:</b>			
16			
<b>17 TOTAL COMPANY</b>			
<b>18 Change in Benefit Obligation</b>			
19 Benefit obligation at beginning of year			
20 Service cost			
21 Interest Cost			
22 Plan participants' contributions			
23 Amendments			
24 Actuarial Gain			
25 Acquisition			
26 Benefits paid			
27 Benefit obligation at end of year			
<b>28 Change in Plan Assets</b>			
29 Fair value of plan assets at beginning of year			
30 Actual return on plan assets			
31 Acquisition			
32 Employer contribution			
33 Plan participants' contributions			
34 Benefits paid			
35 Fair value of plan assets at end of year			
<b>36 Funded Status</b>			
37 Unrecognized net actuarial loss			
38 Unrecognized prior service cost			
39 Prepaid (accrued) benefit cost			
<b>40 Components of Net Periodic Benefit Costs</b>			
41 Service cost			
42 Interest cost			
43 Expected return on plan assets			
44 Amortization of prior service cost			
45 Recognized net actuarial loss			
46 Net periodic benefit cost			
<b>47 Accumulated Post Retirement Benefit Obligation</b>			
48 Amount Funded through VEBA			
49 Amount Funded through 401(h)			
50 Amount Funded through Other _____			
51 TOTAL			
52 Amount that was tax deductible - VEBA			
53 Amount that was tax deductible - 401(h)			
54 Amount that was tax deductible - Other _____			
55 TOTAL			

**Other Post Employment Benefits (OPEBS) Continued**

Year: 2007

	Item	Current Year	Last Year	% Change
1	<b>Number of Company Employees:</b>	Not Applicable		
2	Covered by the Plan			
3	Not Covered by the Plan			
4	Active			
5	Retired			
6	Spouses/Dependants covered by the Plan			
7	<b>Montana</b>			
8	<b>Change in Benefit Obligation</b>			
9	Benefit obligation at beginning of year			
10	Service cost			
11	Interest Cost			
12	Plan participants' contributions			
13	Amendments			
14	Actuarial Gain			
15	Acquisition			
16	Benefits paid			
17	Benefit obligation at end of year			
18	<b>Change in Plan Assets</b>			
19	Fair value of plan assets at beginning of year			
20	Actual return on plan assets			
21	Acquisition			
22	Employer contribution			
23	Plan participants' contributions			
24	Benefits paid			
25	Fair value of plan assets at end of year			
26	<b>Funded Status</b>			
27	Unrecognized net actuarial loss			
28	Unrecognized prior service cost			
29	Prepaid (accrued) benefit cost			
30	<b>Components of Net Periodic Benefit Cccosts</b>			
31	Service cost			
32	Interest cost			
33	Expected return on plan assets			
34	Amortization of prior service cost			
35	Recognized net actuarial loss			
36	Net periodic benefit cost			
37	<b>Accumulated Post Retirement Benefit Obligation</b>			
38	Amount Funded through VEBA			
39	Amount Funded through 401(h)			
40	Amount Funded through other _____			
41	TOTAL			
42	Amount that was tax deductible - VEBA			
43	Amount that was tax deductible - 401(h)			
44	Amount that was tax deductible - Other			
45	TOTAL			
46	<b>Montana Intrastate Costs:</b>			
47	Pension Costs			
48	Pension Costs Capitalized			
49	Accumulated Pension Asset (Liability) at Year End			
50	<b>Number of Montana Employees:</b>			
51	Covered by the Plan			
52	Not Covered by the Plan			
53	Active			
54	Retired			
55	Spouses/Dependants covered by the Plan			

## Payments for Services to Persons Other Than Employees

Year: 2007

Line No.	Name of Recipient (a)	Nature of Service (b)	Total Company Cost (c)	Total State Cost (d)	Intrastate Cost (e)
1	Douglas Olmstead	Construction Services	46050	46050	46050
2	GVNW, Inc.	Cost Consulting	61323	61323	61323
3	Heberly & Associates	Engineering Services	600699	600699	600699
4	Hill County Electric Cooperative	Office & Equipment Rental	3388127	3388127	3388127
5	National Information Systems Coop.	Data Processing Services	282473	282473	282473
6	North Winds Publishing	Directory Services	63372	63372	63372
7	Triangle Communication System	Internet & Long Distance Services	617322	617322	617322
8	Triangle Telephone Cooperative	Office, Equip. & Switching Rental	3882388	3882388	3882388
9	Workplace, Inc.	Temporary Employment	91240	91240	91240
10	Bosch Kugr Dugdale ET AL	Legal Services	5004	5004	5004
11	Buckentin Construction	Construction Services	16447	16447	16447
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
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36					
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41					
42					
43					
44					
45					
46					
47					
48					
49	<b>Total</b>				9054445

## Subscriber Line Usage Data

Year: 2007

Line No.	Description (a)	This Year (b)	% of Total (c)	Last Year (d)	% of Total (e)
1	Toll Usage:				
2	Interstate, InterLATA	23421616	50.11%	23634209	50.76%
3	Interstate, IntraLATA	2451	0.01%	2531	0.01%
4	<b>Total Interstate Usage</b>	23424067	50.11%	23636740	50.76%
5	Intrastate, InterLATA	7133146	15.26%	7210023	15.48%
6	Intrastate, IntraLATA	16185389	34.63%	15716923	33.75%
7	<b>Total Intrastate Usage</b>	23318535	49.89%	22926946	49.24%
8	<b>Total Toll Usage</b>	46742602	100.00%	46563686	100.00%
9	Centrex				
10	Local				
11	<b>Total Minutes</b>	46742602	100.00%	46563686	100.00%

## Central Office and Access Line Statistics

Year: 2007

Line No.	Wire Center (a)	Type of Office (b)	Residential (c)	ISDN (d)	ADSL (e)	Lifeline Customers (f)	Residential LMS Customers (g)	Single Line Business (h)	Multi-Line Business (i)	Customer Owned Coin (j)	Company Owned Coin (k)	Other (l)	% of Lines w/ T. Tone (m)	Total Access Lines (n)
1	353 - Harlem	Host	687		195	190			341	1				1029
2	374 - Moore	Remote	241		163	1			44					285
3	383 - Dodson	Remote	90		24	4			16					106
4	423 - Hobson	Remote	351		119	5			58					409
5	473 - Judith Gap	Remote	117		46	2			20					137
6	547 - White Sulphur Spr	Host	727		234	21			277					1004
7	566 - Stanford	Remote	329		126	7			105					434
8	567 - Denton	Remote	225		98	2			58					283
9	572 - Martinsdale	Remote	143		39				20					163
10	622 - Fort Benton	Host	703		246	14			361	1				1065
11	632 - Harlowton	Remote	670		239	17			242	2				914
12	654 - Malta	Host	1090		430	48			466					1556
13	737 - Geraldine	Remote	243		111	6			53					296
14														
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32														
33	<b>Total</b>		5616		2070	317			2061	4				7681

NOTE: Additional blank schedules are being provided for your convenience.

## Central Office and Switch Information

Year: 2007

Line No.	Wire Center (a)	Office Configuration (Host, Remote, Stand alone) (b)	Type of Switch (c)	Switch Vendor/ Manufacturer (d)	Switch Model No. (e)	Switch Line Capacity (f)	Year Deployed (g)
1	353 - Harlem	Host	Digital	Northern Telco	DMS - 10	7,500	1995
2	374 - Moore	Remote	Digital	Northern Telco	RSLE	1,025	1995
3	383 - Dodson	Remote	Digital	Northern Telco	RSLE	192	1994
4	423 - Hobson	Remote	Digital	Northern Telco	RSLE	1,024	1995
5	473 - Judith Gap	Remote	Digital	Northern Telco	RSLE	192	1995
6	547 - White Sulphur Spr	Host	Digital	Northern Telco	DMS - 10	7,500	1996
7	566 - Stanford	Occam	Digital	Occam	BLC	934	2007
8	567 - Denton	Occam	Digital	Occam	BLC	672	2007
9	572 - Martinsdale	Remote	Digital	Northern Telco	RSLE	192	1996
10	622 - Fort Benton	Host	Digital	Northern Telco	DMS - 10	7,500	1995
11	632 - Harlowton	Remote	Digital	Northern Telco	RSC	1,600	1999
12	654 - Malta	Host	Digital	Northern Telco	DMS - 10	7,500	1994
13	737 - Geraldine	Remote	Digital	Northern Telco	RSLE	1,024	1995
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NOTE: Additional blank schedules are being provided for your convenience.

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**Construction Budget - Montana**

Year:

Line No.	Description (a)	(b)
1	<b>Central Office Assets:</b>	
2		
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26		
27	Total Switching and Central Office Projects over \$500,000	
28	Miscellaneous Central Office Projects not over \$500,000	2449500
29	<b>Total Central Office Budget (Total of Line 27 &amp; Line 28)</b>	2449500
30	<b>Other Projects over \$500,000:</b>	
31		
32	General Fund Capital Expenditures	965500
33	Fort Benton Cable Upgrade	6080000
34		
35		
36		
37		
38		
39		
40		
41	Total Other Projects over \$500,000	7045500
42	Miscellaneous projects not over \$500,000	1875000
43	<b>Total Construction Budget (Total of Lines 29, 41 &amp; 42)</b>	11370000

## Montana Total State Construction Expenditures

<b>Line No.</b>	<b>FCC Part 32 Account No. (a)</b>	<b>Description (b)</b>	<b>This Year (c)</b>	<b>Last Year (d)</b>	<b>Percent Change (e)</b>
<b>1</b>	2110	General Support Assets	<b>3800718</b>	<b>3677524</b>	3.35%
<b>2</b>	2210	Central Office Assets	<b>4354012</b>	<b>4315742</b>	0.89%
<b>3</b>	2220	Operator Systems			
<b>4</b>	2230	Central Office Transmission	<b>11376328</b>	<b>9672936</b>	17.61%
<b>5</b>	2310	Information/Termination Assets	<b>24856</b>	<b>24856</b>	0.00%
<b>6</b>	2410	Cable and Wire Facilities Assets	<b>41280891</b>	<b>35966993</b>	14.77%
<b>7</b>	2680	Amortizable Tangible Assets			
<b>8</b>	2690	Intangibles			
<b>9</b>		<b>Total Construction Expenditures</b>	<b>60836805</b>	<b>53658051</b>	13.38%



**Montana Employee Counts**

Year: 2007

Line No.	Category (a)	Beginning of Year (b)	End of Year (c)
1	Employees are provided through a Joint Use Agreement with Hill County		
2	Electric Cooperative, Inc. Areas where joint use employees are used follow:		
3			
4	Staff	23	25
5	Outside Plant	14	16
6			
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43	<b>Totals (Sum of Lines 1 through 42)</b>	37	41

**Compensation of Top 10 Montana Based Employees**

Year: 2007

Line No.	Name/Title (a)	Base Salary (b)	Bonuses (c)	Other Compensation (d)	Total Compensation (e)	Total Compensation Last Year (f)	% Increase Total Compensation (g)
1	Central Montana Communications, Inc. has no employees. Employee services are provided through service agreements with Hill County Electric, Inc.						
2							
3							
4							
5							
6							
7							
8							
9							
10							
11	<b>Totals (Sum L.1 to L.10)</b>						

Year: 2007

**Compensation of Top 5 Corporate Employees - SEC Information**

Line No.	Name/Title (a)	Base Salary (b)	Bonuses (c)	Other Compensation (d)	Total Compensation (e)	Total Compensation Last Year (f)	% Increase Total Compensation (g)
1	Not Applicable						
2							
3							
4							
5							
6	Totals (Sum L.1 to L.5)						

## Montana Composite Statistics

Year: 2007

Line No.	Account No.	Description (a)	Amount (b)
1		<b>Plant (Intrastate Only) (000 Omitted)</b>	
2	2001	Plant in Service	60837
3	2003 - 2004	Construction Work in Progress	2099
4	2005	Plant Acquisition Adjustments	12944
5	2002	Plant Held for Future Use	
6	1220	Materials & Supplies	
7		(Less):	
8	3100 - 3400	Depreciation & Amortization Reserves	-39186
9	4360.2	Contributions in Aid of Construction	
10		<b>NET BOOK COSTS</b>	36694
11		<b>Revenues &amp; Expenses (Intrastate Only) (000 Omitted)</b>	
12	5000 - 5300	Operating Revenues	12917
13	6560	Depreciation & Amortization Expenses	3884
14		Federal & State Income Taxes	1234
15		Other Taxes	844
16		Other Operating Expenses	3644
17		TOTAL Operating Expenses	9606
18		Net Operating Income	3311
19		Other Income	745
20		Other Deductions	2136
21		<b>NET INCOME</b>	1920
22		<b>Access Lines in Service (Intrastate Only)</b>	
23		Residential Access Lines	5616
24		Business Access Lines	1874
25		PBX Access Lines	191
26		Other Access Lines	
27		<b>Total Number of Access Lines</b>	7681
28		<b>Average Number of Calls Per Access Line</b>	
29		Local Calls	155
30		Toll Calls (Intra- or Interstate)	235
31		<b>Total Number of Calls Per Access Line</b> (Total of Line 29 & Line 30 divided by Line 27)	390
32		<b>Other Statistics (Intrastate Only)</b>	
33		Average Residential Monthly Bill	58
34		Gross Plant Investment per Access Line	9879

**Depreciation - Montana Intrastate Regulated**

Year: 2007

Line No.	Acct No. (a)	Description (b)	Composite Rate % (c)	Total Expense \$ (d)
1	2112	Motor Vehicles	9.7%	135,003
2	2114	Special Purpose Vehicles	7.0%	23,413
3	2115	Garage Work Equipment	8.4%	
4	2116	Other work Equipment	2.8%	2,286
5	2121	Buildings	3.8%	70,512
6	2122	Furniture	5.5%	
7	2123.1	Office Support Equipment	13.4%	
8	2123.2	Company Communications Equipment	5.3%	
9	2124	General Purpose Computers	6.5%	
10	2211	Analog Electronic Switching Equipment	9.3%	28,152
11	2212	Digital Electronic Switching Equipment	7.0%	262,137
12	2215	Step By Step Switching Equipment	9.5%	
13	2215	Crossbar Switching Equipment	11.6%	
14	2220	Operator System	12.5%	
15	2231	Radio Systems	7.5%	
16	2232	Circuit DDS	10.7%	1,023,528
17	2232	Circuit Digital	9.6%	
18	2232	Circuit Analog	10.7%	
19	2351	Public Telephone Terminating Equipment	3.0%	
20	2362	Other Terminal Equipment	16.0%	
21	2411	Poles	4.7%	14,781
22	2421	Aerial Cable Metallic	5.4%	96,244
23	2421	Aerial Cable Nonmetallic	4.2%	3,432
24	2422	Underground Cable Metallic	4.4%	1,632
25	2422	Underground Cable Nonmetallic	4.8%	33,390
26	2423	Buried Cable Metallic	3.9%	913,429
27	2423	Buried Cable Nonmetallic	4.2%	402,654
28	2424	Submarine Cable Metallic	2.3%	
29	2424	Submarine Cable Nonmetallic	3.3%	
30	2426	Intrabuilding Network Cable Metallic	5.5%	
31	2426	Intrabuilding Network Cable Nonmetallic	11.3%	
32	2431	Aerial Wire	13.4%	
33	2441	Conduit Systems	2.1%	72
34				
35		<b>COMPOSITE TOTAL</b>		
36	<b>Please list the Montana Public Service Commission Docket Order No. approving these depreciation rates</b>  Docket Number _____ Order Number _____			
37				
38				
39				
40				

**Amortization - Montana Intrastate Regulated**

Year: 2007

Line No.	Acct No. (a)	Description (b)	Composite Rate % (c)	Total Expense \$ (d)
1		Not Applicable		
2				
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35		<b>COMPOSITE TOTAL</b>		
36	<b>Please list the Montana Public Service Commission Docket Order No. approving these amortization rates</b> Docket Number _____ Order Number _____			
37				
38				
39				
40				

**Montana Regulatory Capital Structure & Costs**

Year: 2007

Line No.	Description (a)	% Cap. Str. (b)	% Cost Rate (c)	Weighted Cost (d)
	<b>Commission Accepted - Most Recent</b>	Not Applicable		
1	Docket Number			
2	Order Number			
3				
4	Common Equity			
5	Preferred Stock			
6	Long Term Debt			
7	Other			
8	<b>Total</b>			
9				
10	<b>Actual at Year End</b>			
11				
12	Common Equity			
13	Preferred Stock			
14	Long Term Debt			
15	Other			
16	<b>Total</b>			

**Network Access - Charges and Revenues**

Year: 2007

Line No.	Description (a)	Access Charges Paid (b)	Access Revenues Received (c)
1	Montana - Total State		8973951
2			
3	Montana - Intrastate		1678261
4			
5	Montana - Intrastate Regulated		1245939
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Company Name: Central Montana Communications, Inc.

SCHEDULE 33

Affiliate Transactions - Products & Services Provided to Utility

Year: 2007

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Charges to Utility (d)	% Total Affil. Revenues (e)	Charges to MT Utility (f)
1	Triangle Telephone Cooperative, Inc.	Office Rent	Floor space	127,104		
2	Triangle Telephone Cooperative, Inc.	Equipment Rent	Average hourly operating exp.	6,224		
4	Triangle Telephone Cooperative, Inc.	Expense Reimbursements	Actual amounts charged	2,442,268		
5	Triangle Telephone Cooperative, Inc.	Long Distance Service	Actual amounts billed	562,497		
6	Triangle Telephone Cooperative, Inc.	Construction Material	Actual cost	145,846		
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30	<b>TOTAL</b>			\$3,283,939		



Company Name: Central Montana Communications, Inc.

**SCHEDULE 34**

**Affiliate Transactions - Products & Services Provided by Utility**

Year: 2007

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Charges to Affiliate (d)	% Total Affil. Revenues (e)	Charges to MT Utility (f)
1	Triangle Telephone Cooperative, Inc.	Equipment Rent	Average hourly operating exp	22,018		
2	Triangle Telephone Cooperative, Inc.	Billing and Collection	Actual Cost	130,749		
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29						
30	<b>TOTAL</b>			\$152,767		

## Montana Intrastate Regulated Earned Rate of Return

Year: 2007

Line No.	Description Rate Base (a)	This Year (b)	Last Year (c)	Percent Change (d)
1				
2	2001 Plant in Service	60,836,804	53,658,051	13.38%
3	2002 Prop. Held for Future Telecommunications Use			
4	3100-3200 (Less) Accumulated Depreciation	(27,382,765)	(27,078,946)	-1.12%
5	<b>Plant in Service</b>	<b>33,454,039</b>	<b>26,579,105</b>	<b>25.87%</b>
6				
7	<b>Additions</b>			
8	1220 Materials & Supplies			
9	1280 Prepayments			
10	Other Additions			
11	<b>TOTAL Additions</b>			
12				
13	<b>Deductions</b>			
14	4100 Current Deferred Operating Income Taxes			
15	4320 Unamortized Operating Investment Tax Credits			
16	4340 Noncurrent Deferred Operating Income Taxes			
17	Customer Advances for Construction			
18	Other Deductions			
19	<b>TOTAL Deductions</b>			
20	<b>TOTAL Rate Base</b>	<b>33,454,039</b>	<b>26,579,105</b>	<b>25.87%</b>
21				
22	<b>Net Earnings</b>			
23				
24	<b>Rate of Return on Average Rate Base</b>	<b>6.390%</b>	<b>6.085%</b>	<b>5.01%</b>
25				
26	<b>Rate of Return on Average Equity</b>	<b>8.890%</b>	<b>8.141%</b>	<b>9.20%</b>
27				
28	Major Normalizing Adjustments & Commission			
29	<u>Ratemaking adjustments to Utility Operations</u>			
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42				
43	<b>Adjusted Rate of Return on Average Rate Base</b>	<b>6.390%</b>	<b>6.085%</b>	<b>5.01%</b>
44				
45	<b>Adjusted Rate of Return on Average Equity</b>	<b>8.890%</b>	<b>8.141%</b>	<b>9.20%</b>

**Other Taxes Paid**

Year: 2007

Line No.	Description (a)	Last Year (b)	This Year (c)
1	Montana Telephone Company License Tax		
2	Montana Public Service Commission Tax	11749	12108
3	Montana Consumer Counsel Tax	3270	3990
4	911 Emergency Telephone Fee		
5	Montana Telecommunications Access Service (TDD)		
6	Montana Corporate License Tax	179585	168410
7	Personal Property Tax		
8	Real Property Tax	795462	827961
9			
10			
11			
12	<b>Total</b>	990066	1012469

## SCHEDULE 37

**Universal Service Funds Received**

Year: 2007

Line No.	Description (a)	Last Year (b)	This Year (c)
13	Funds received from Montana Sources		
14	Funds received from Federal Sources	2189088	2472967
15			
16			
17			
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19			
20			
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22			
23			
24	<b>Total</b>	2189088	2472967